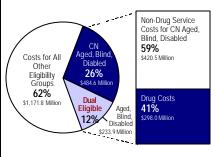
DURING FY 2000, the number of drug prescriptions for Aged, Blind, and Disabled Categorically Needy clients increased 28.1 percent over early 1998. The average cost for all prescription drugs increased even more, rising 31.7 percent, and spending for prescription drugs showed a 60.3 percent increase over the two-year period from early 1998.

Mirroring MAA expenditures, nationwide statistics show expansive growth in pharmaceutical spending. The highest use and cost growth for prescription drugs is found within the aged population, which reflects a switch to newer, higher-priced drugs and increases in the number of prescriptions per senior, according to Medicine and Health News. On Capitol Hill, public and private sector representatives have decried recent drug cost increases and have predicted double digit growth through Year 2011.

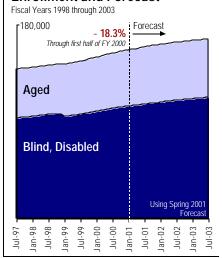
In this section, the report targets prescription drugs use and costs. The drugs were grouped into 20 Drug Therapeutic Class (DTC). Of these, anti-psychotics, antidepressants and anticonvulsants accounted for 28 percent of drug expenditures for Aged, Blind, and Disabled Categorically Needy clients. Drugs used for treating stomach disorders accounted for 8.3 percent of expenditures and pain management drug expenditures were 5.5 percent of total prescription drug expenditures.

This report combines prescription drug expenditures for Medicaid and Medicaid/Medicare clients. Drug manufacturer rebate amounts are not included in the analysis.

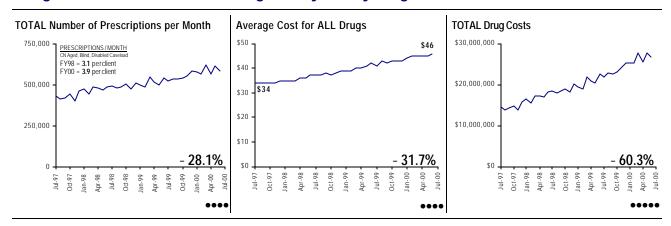
# MAA Payments for Client Services FY 2000 TOTAL = \$1,890.3 Million



### **Enrollment and Forecast**



## Drug Utilization and Costs: Categorically Needy - Aged, Blind, Disabled



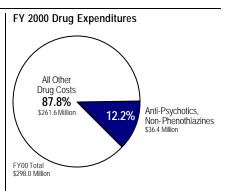
## **DETAIL: Drug Utilization and Cost by Major Diagnostic Category**

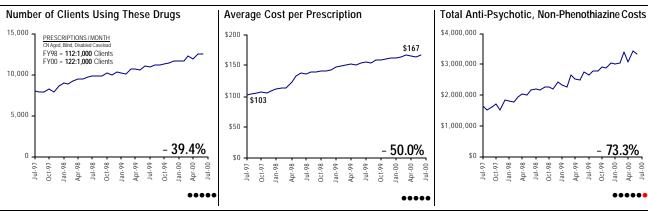
## Anti-Psychotics, Non-Phenothiazines

DRUG THERAPEUTIC GROUP H2L

This drug class includes the atypical anti-psychotics such as Zypreza, Respidal, Clozaril and Seroquel.

**Likely due to:** The atypicals are thought to be better tolerated with fewer side effects than the older anti-psychotics and consequently the use of these drugs is increasing.



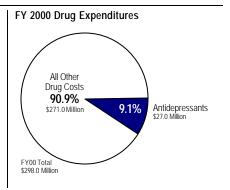


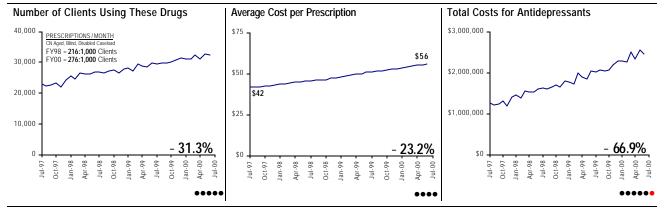
### **Antidepressants**

DRUG THERAPEUTIC GROUP H2J

This drug class includes the selective serotonin eruptive inhibitors such as Prozac, Zoloft, Paxil and Celexa, which are drugs used for depression.

**Likely due to:** Increased public awareness of the importance to treat depression is one factor increasing the use of antidepressants. This group of drugs is thought to be generally better tolerated than other, older antidepressants. There is a great variability between individuals and how they react to these drugs.



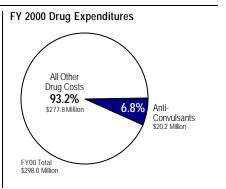


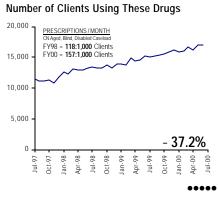
### **Anticonvulsants**

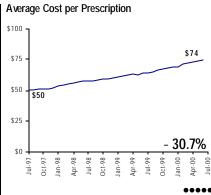
DRUG THERAPEUTIC GROUP H4B

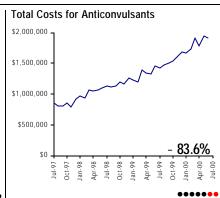
Drugs in this category are used to control seizure disorders. Some of these drugs have been shown to also be useful as adjuncts to mental health drugs.

**Likely due to:** The increased use of these agents most likely represents increased use in supplementing drugs used for psychotic illnesses treatment.







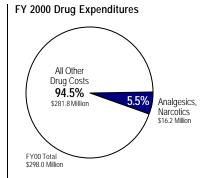


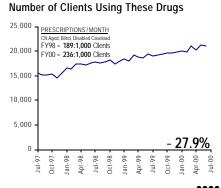
### Analgesics, Narcotics

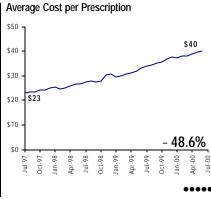
DRUG THERAPEUTIC GROUP H3A

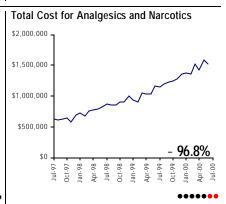
This drug class contains pain medications such as Tylenol with Codeine, Vicodin, Oxycontin, morphine and other pain medications used for acute and chronic pain.

**Likely due to:** In recent years, there has been an increased emphasis on effective pain management to control chronic pain. There have also been increased promotional and marketing efforts by drug manufacturers to prescribers.







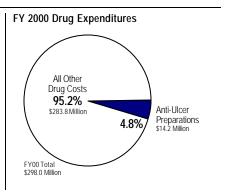


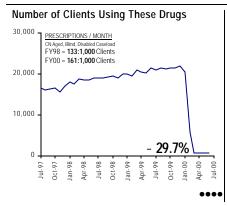
### Anti-Ulcer Preparations

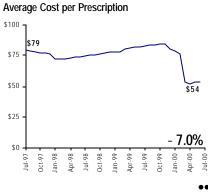
DRUG THERAPEUTIC GROUP D4E

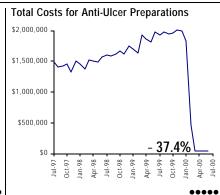
Drugs in this class include Carafate and Cytotec, which are drugs used to treat stomach and duodenal ulcers.

**Likely due to:** The abrupt decrease in this drug class is associated with a corresponding increase in the use of two other drug classes below (H2RAs and PPIs) that are the preferred agents for maximum efficacy in treating ulcers.







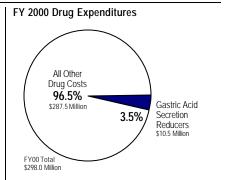


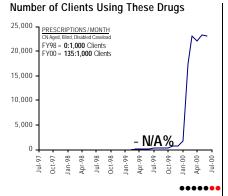
### **Gastric Acid Secretion Reducers**

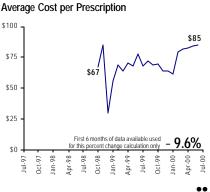
DRUG THERAPEUTIC GROUP D4K

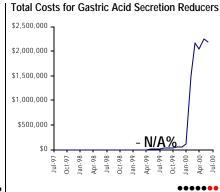
Drugs in this class include the histamine H2 receptor antagonists (H2RAs) and the proton pump inhibitors (PPIs) and are the drugs of choice to treat gastroesophageal reflux disease (GERD) and stomach and duodenal ulcers.

**Likely due to:** Efficacy studies were released in late 1999 that showed good outcomes in treating and preventing the reoccurrence of ulcers with these drugs.







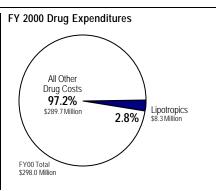


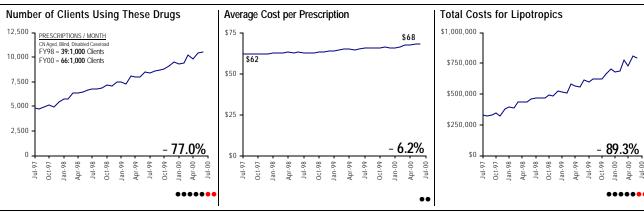
### Lipotropics

DRUG THERAPEUTIC GROUP M4E

These drugs are used to lower blood cholesterol levels.

**Likely due to:** There is an increased awareness and promotion by the drug companies of the value of reducing blood cholesterol levels and the associated improved outcomes in patients with risk factors for coronary heart disease.

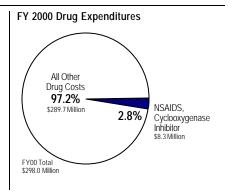


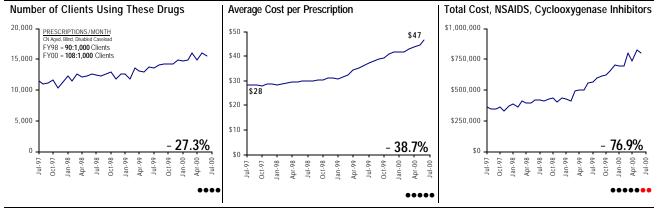


# NSAIDS, Cyclooxygenase Inhibitor - Type DRUG THERAPEUTIC GROUP SZB

Nonsteroidal anti-inflammatory drugs (NSAIDS), including the new COX II inhibitors are in this class and are used to treat the chronic pain associated with rheumatoid arthritis and osteoarthritis, as well as acute pain. These agents are effective alternatives to narcotic analgesics, when used appropriately.

**Likely due to:** COX II inhibitors were released for marketing in March 1999 and are more expensive drugs than the older NSAIDS. The manufacturers of these drugs actively promote these drugs using direct-to-consumer advertising. Early studies showed better safety when used short-term compared to the older NSAIDS.



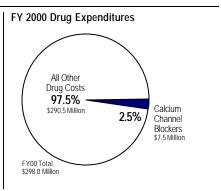


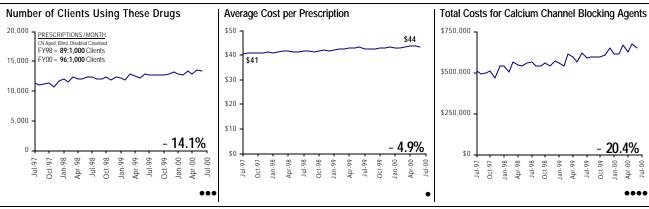
## **Calcium Channel Blocking Agents**

DRUG THERAPEUTIC GROUP A9A

These drugs are used to treat high blood pressure and angina.

**Likely due to:** The increase use is consistent with the general increase in utilization by the Medicaid fee-for-service population.

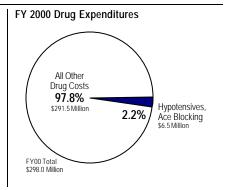


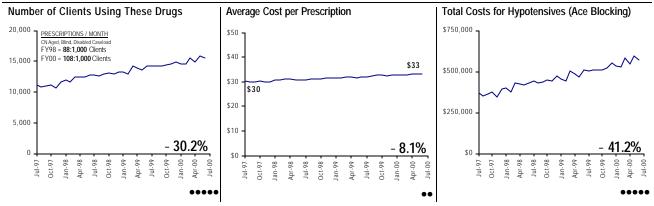


# Hypotensives, Ace Blocking Type DRUG THERAPEUTIC GROUP A4D

These drugs are used to treat high blood pressure, heart failure, and diabetic kidney disease.

**Likely due to:** There is increased awareness of the value in improving health care outcomes when diabetic patients with high blood pressure are treated with ACE inhibitors.

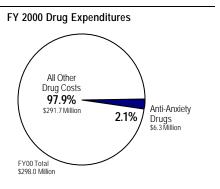


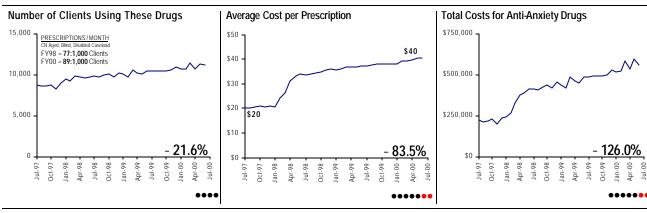


# Anti-Anxiety Drugs DRUG THERAPEUTIC GROUP H2F

These drugs are used to decrease anxiety from various causes.

**Likely due to:** The increased use is consistent with the general increase in utilization by the Medicaid fee-for-service population and consistent with the high percent of clients receiving treatment for mental health disorders.



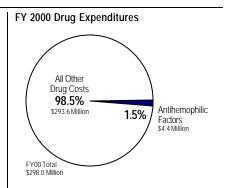


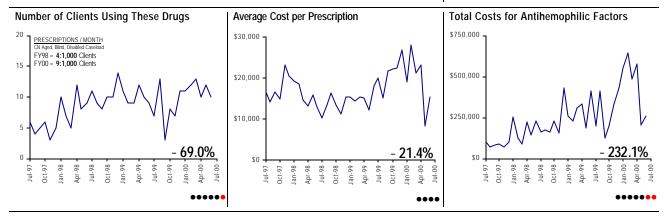
### **Antihemophilic Factors**

DRUG THERAPEUTIC GROUP MOE

These drugs are used to prevent and treat bleeding inpatients with hemophilia.

**Likely due to:** Refinements in the biotechnology used in the manufacture of some of the newer agents have increased the drug costs, but have also decreased the risk of viral transmission possible with the older, human-derived blood products.



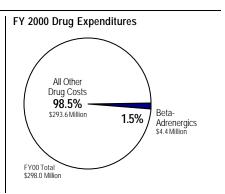


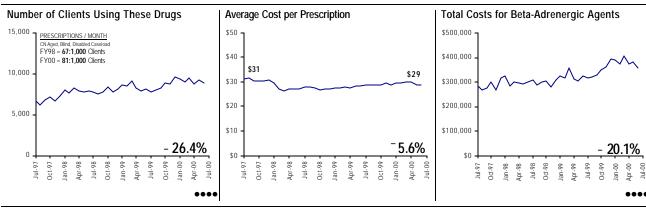
## **Beta-Adrenergic Agents**

DRUG THERAPEUTIC GROUP J5D

Drugs in this drug class are used to treat bronchospasms associated with reactive airway disease, such as asthma.

Likely due to: The increase use is consistent with the general increase in utilization by the Medicaid fee-for-service population. Unfortunately, there has been an increase in asthma in children nationally, as well as in Washington State, which may account for some of the increased utilization.



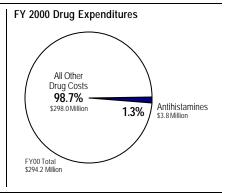


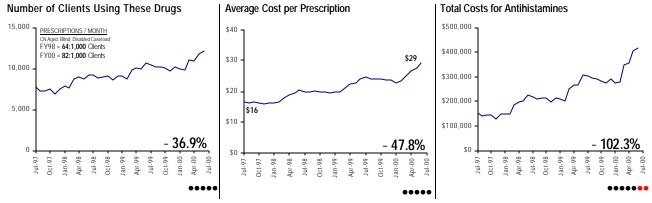
### **Antihistamines**

DRUG THERAPELITIC GROUP 72A

The antihistamines are used for seasonal and perennial allergic rhinitis (runny nose) and for symptoms of other allergic reactions, such as itching, and hives.

**Likely due to:** Direct to-consumer advertising of the non-sedating antihistamines (Claritin) has escalated pharmacy prescription claims for these drugs.



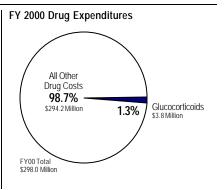


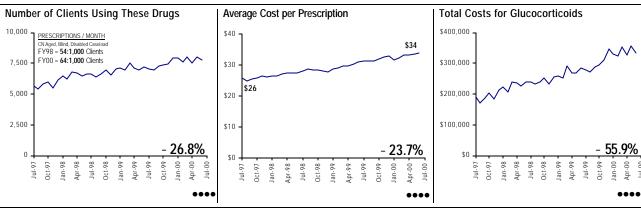
### Glucocorticoids

DRUG THERAPEUTIC GROUP P5A

The drugs in this class are the inhaled steroids, which are used to decrease inflammation in airways often associated with asthma.

Likely due to: This increase is consistent with the general increase in utilization of drugs by the Medicaid fee-for-service population. MAA and the Drug Utilization and Education Council actively promotes the use of inhaled steroids inpatients with asthma to treat the underlying inflammatory disease. MAA's concern has been the under-utilization of these drugs and this treatment modality will be targeted in MAA's asthma disease management programs.



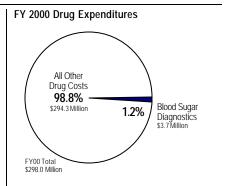


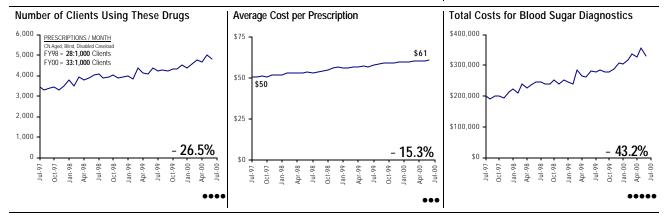
## **Blood Sugar Diagnostics**

DRUG THERAPEUTIC GROUP M4A

These test strips are used to indicate the amount of sugar in the blood. Diabetics use test strips to guide their insulin treatment.

**Likely due to**: Increased monitoring of blood sugar is the standard of care. Close control of blood sugar is associated with better health outcomes for patients with diabetes.



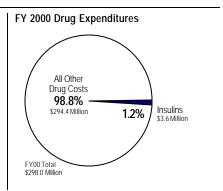


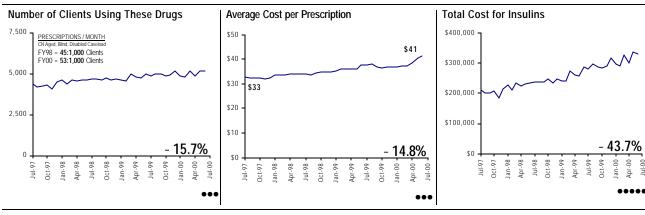
#### Insulins

DRUG THERAPEUTIC GROUP C4G

Insulin is given by injection and is used to treat the elevated blood sugar associated with diabetes.

**Likely due to**: Aggressive treatment with insulin to adequately control blood sugar is the standard of care. More patients with non-insulin dependent diabetes are being treated with insulin for tighter blood sugar control.

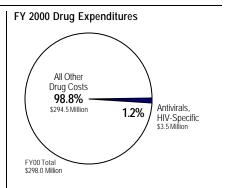


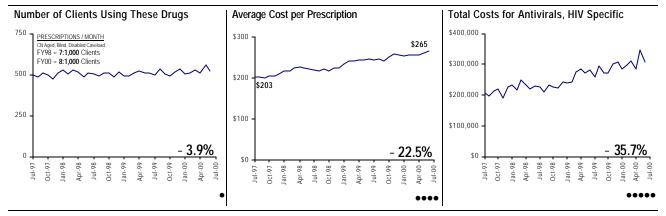


# Antivirals, HIV-Specific DRUG THERAPEUTIC GROUP W5B

These are the drugs that are used to treat HIV-positive patients.

**Likely due to:** The standard of care is earlier, aggressive treatment with multiple antiviral agents.

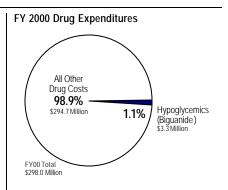


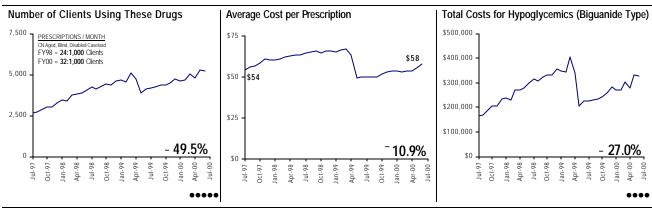


## Hypoglycemics, Biguanide Type (Non-Sulfonylureas)

There is only one drug in this drug class, and that is Glucophage, which is an oral drug used to treat diabetes.

Likely due to: Glucophage is recognized as one of the drugs of choice for patients with diabetes. Diabetic patients are being treated with oral agents aggressively, to achieve tighter control of blood sugar. Better health care outcomes for patients with diabetics have been associated with blood sugars closer to normal.





# Estrogenic Agents DRUG THERAPEUTIC GROUP G1A

This drug class includes the estrogen replacement drugs for menopausal women

**Likely due to:** The use of these drugs has been promoted for preventing and treating the loss in bone mineral density associated with menopause as well as to treat symptoms associated with menopause.

